

**Clean Water Capitalization Grant - Subsidy Funding****FY2019 Request:****\$587,700****Reference No:****49698****AP/AL:** Appropriation**Project Type:** Water / Sewer / Solid Waste**Category:** Health/Human Services**Location:** Statewide**House District:** Statewide (HD 1-40)**Impact House District:** Statewide (HD 1-40)**Contact:** Andrew Sayers-Fay**Estimated Project Dates:** 07/01/2018 - 06/30/2023**Contact Phone:** (907)269-6281**Brief Summary and Statement of Need:**

The federal Clean Water Capitalization Grant requires states to issue subsidies (a loan forgiveness process). The subsidy amount required was identified under the grant terms the Environmental Protection Agency has identified for Alaska. This program functioned strictly as a loan program until FY2011 when this provision was added to the federal budget. In order to implement this provision, an appropriation is necessary to properly record the loan forgiveness payment as an expense in the Alaska Clean Water Fund. Future funding requests will remain at a set percentage of each year's capitalization grant.

<b>Funding:</b>	<b>FY2019</b>	<b>FY2020</b>	<b>FY2021</b>	<b>FY2022</b>	<b>FY2023</b>	<b>FY2024</b>	<b>Total</b>
1075 Clean Wtr	\$587,700	\$587,700	\$587,700	\$587,700	\$587,700	\$587,700	\$3,526,200
<b>Total:</b>	<b>\$587,700</b>	<b>\$587,700</b>	<b>\$587,700</b>	<b>\$587,700</b>	<b>\$587,700</b>	<b>\$587,700</b>	<b>\$3,526,200</b>

<input type="checkbox"/> State Match Required	<input type="checkbox"/> One-Time Project	<input type="checkbox"/> Phased - new	<input type="checkbox"/> Phased - underway	<input checked="" type="checkbox"/> On-Going
0% = Minimum State Match % Required		<input type="checkbox"/> Amendment	<input type="checkbox"/> Mental Health Bill	

**Operating & Maintenance Costs:**

	<u>Amount</u>	<u>Staff</u>
Project Development:	0	0
Ongoing Operating:	0	0
One-Time Startup:	0	0
<b>Totals:</b>	<b>0</b>	<b>0</b>

**Prior Funding History / Additional Information:**

Sec1 Ch1 SLA2017 P4 L9 SB23 \$587,700

Sec1 Ch18 SLA2014 P51 L10 SB119 \$563,200

Sec1 Ch16 SLA2013 P63 L7 SB18 \$704,000

Sec1 Ch17 SLA2012 P113 L8 SB160 \$2,583,400

Sec1 Ch5 SLA2011 P81 L6 SB46 \$1,826,274

Sec1 Ch43 SLA2010 P23 L16 SB230 \$1,826,274

**Project Description/Justification:**

The federal Clean Water Capitalization Grant requires states to issue subsidies (a loan forgiveness process). The subsidy amount required was identified under the grant terms the Environmental Protection Agency has identified for Alaska. This program functioned strictly as a loan program until FY2011 when this provision was added to the federal budget. In order to implement this provision, an appropriation is necessary to properly record the loan forgiveness payment as an expense in the Alaska Clean Water Fund. Future funding requests will remain at a set percentage of each year's capitalization grant. For FY2019, the amount is \$587,700.

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Without authorization this federal year to issue these subsidies, the department will not be eligible to receive this funding and will be unable to award loan funds and principal forgiveness in FY2019.